IN THE UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF TEXAS AUSTIN DIVISION

VLSI TECHNOLOGY LLC,

Plaintiff,

No. 6:19-cv-256-ADA

Lead Case: 1:19-cv-977-ADA

v.

(Consolidated for pretrial purposes only with 6:19-cv-254-ADA, 6:19-cv-255-ADA)

INTEL CORPORATION,

Defendant.

<u>DEFENDANT INTEL CORPORATION'S RULE 51(C) OBJECTIONS TO THE</u>
<u>COURT'S CLOSING JURY INSTRUCTIONS</u>

Pursuant to Federal Rule of Civil Procedure 51(c), Defendant Intel Corporation ("Intel") respectfully objects to the Court's Final Jury Instructions.¹

The following chart sets forth Intel's specific objections to and proposed alternative for each objected-to instruction.

| No. | Disputed Portion(s) | Intel's Objection(s) | Proposed Alternative |
|-----|-----------------------------|-----------------------------|---------------------------|
| 3 | Likewise, the fact that | The instruction | [This portion of the |
| | Intel has raised arguments | inappropriately comments | instruction should not be |
| | against the claims | on the evidence and | given.] |
| | asserted is not evidence | addresses a theory that | |
| | that Intel is entitled to a | neither party has | |
| | judgment. The act of | presented. Intel has not | |
| | making defensive | presented any evidence or | |
| | arguments, by itself, does | argument that the fact that | |
| | not in any way tend to | it made defensive | |
| | establish that such | arguments is evidence of | |
| | arguments have merit and | those arguments' merit. | |
| | is not evidence. | By suggesting that Intel | |
| | | did so, the instruction | |
| | | unfairly prejudices Intel. | |
| | | See, e.g., Quercia v. | |
| | | United States, 289 U.S. | |
| | | 466, 470 (1933) (limiting | |
| | | commentary on the | |
| | | evidence in instructions to | |
| | | jury); United States v. | |
| | | Buchanan, 585 F.2d 100, | |
| | | 102 (5th Cir. 1978) | |
| | | (comment on the evidence | |
| | | by trial judge is error if | |
| | | prejudicial). | |
| 4 | You have heard certain | The instruction | [This instruction should |
| | arguments and evidence | inappropriately comments | not be given.] |
| | regarding Intel's patents. | on the evidence and | |
| | The fact that Intel has | addresses a theory that | |
| | patents does not mean that | neither party has | |

_

¹ On December 6, 2021, Intel provided its written objections to Plaintiff VLSI Technology LLC's Proposed Jury Charge. *See* Dkt. No. 587. On November 7, 2022, Intel provided its objections to the Court's Preliminary Jury Charge. *See* Dkt. No. 654. On November 14, 2022, the Court held an off-the-record charge conference to address its final jury instructions. At that conference, Intel renewed its written objections. Intel expressly reasserts and does not waive any of its objections to the Court's preliminary or final jury instructions.

| No. | Disputed Portion(s) | Intel's Objection(s) | Proposed Alternative |
|-----|------------------------------|--|-------------------------------|
| | it has a right to use | presented. Intel has not | |
| | VLSI's patented | presented any evidence or | |
| | technology and has no | argument that its patents | |
| | impact on whether Intel | gave it "a right to use | |
| | has or has not infringed the | VLSI's patented | |
| | asserted patent. | technology." By | |
| | | suggesting that Intel did | |
| | | so, the instruction unfairly | |
| | | prejudices Intel. In | |
| | | addition, by singling out | |
| | | Intel's patents alone for a | |
| | | separate limiting | |
| | | instruction during the jury | |
| | | charge, the instruction | |
| | | unfairly prejudices Intel | |
| | | by wrongly implying that Intel has been making | |
| | | some form of improper | |
| | | argument. See, e.g., | |
| | | Quercia v. United States, | |
| | | 289 U.S. 466, 470 (1933) | |
| | | (limiting commentary on | |
| | | the evidence in | |
| | | instructions to jury); | |
| | | United States v. | |
| | | Buchanan, 585 F.2d 100, | |
| | | 102 (5th Cir. 1978) | |
| | | (comment on the evidence | |
| | | by trial judge is error if | |
| | | prejudicial). | |
| 13 | VLSI has the burden of | The instruction | VLSI has the burden of |
| | proving patent | confusingly suggests that | proving patent |
| | infringement and damages | the analysis of patent | infringement by a |
| | for any alleged patent | infringement and damages | preponderance of the |
| | infringement by a | are a single combined | evidence. VLSI further |
| | preponderance of the | inquiry. | has the burden of proving |
| | evidence. | | damages for any alleged |
| | | | patent infringement by a |
| | | | preponderance of the evidence |
| 14 | The burden of proof for | The instruction | The burden of proof for |
| | invalidity applicable to | confusingly suggests that | invalidity applicable to |
| | Intel in this case is known | the analysis of validity | Intel in this case is known |
| | as clear and convincing | and whether a product or | as clear and convincing |
| | evidence. Intel has the | publication is prior art are | evidence. Intel has the |

| No. | Disputed Portion(s) | Intel's Objection(s) | Proposed Alternative |
|-----|---|---|---|
| | burden of proving patent invalidity and that an alleged product or publication is prior art by clear and convincing evidence. | a single combined inquiry. Additionally, the instruction is confusing and inapplicable where, as here, there is no dispute that the only asserted prior art reference is a patent application, not a product or publication. | burden of proving patent invalidity by clear and convincing evidence. Intel also has the burden of proving that an alleged product or publication is prior art by clear and convincing evidence |
| 16 | You are to use the plain and ordinary meaning of the words of the patent claims as understood by a person of ordinary skill in the art, which is to say, in the field of technology of the patent at the time of the invention. | The instruction inappropriately comments on the evidence by referring to the alleged invention as "the invention" without including the word "alleged." See, e.g., Quercia v. United States, 289 U.S. 466, 470 (1933) (limiting commentary on the evidence in instructions to jury); United States v. Buchanan, 585 F.2d 100, 102 (5th Cir. 1978) (comment on the evidence by trial judge is error if prejudicial). | You are to use the plain and ordinary meaning of the words of the patent claims as understood by a person of ordinary skill in the art, which is to say, in the field of technology of the patent at the time of the alleged invention. |
| 17* | "AN INDICATION OF A/THE SPECIFIED ORDER" TERM [This entirety of the instruction proposed by Intel was not adopted.] | Intel's instruction reflects the proper construction of the "an indication of a/the specified order" term, verbatim to the construction that Intel proposed at the claim construction phase. Defendant Intel Corporation's Opening Claim Construction Brief, VLSI Tech. v. Intel Corp., 19-cv-00977 (W.D. Tex. Oct. 30, 2019) (D.I. 82); Defendant Intel Corporation's Reply Claim Construction Brief, | The claim term "an indication of a/the specified order" means "a second, different indication that indicates a/the specified order. |

| No. | Disputed Portion(s) | Intel's Objection(s) | Proposed Alternative |
|-----|----------------------------|---|----------------------------|
| | | VLSI Tech. v. Intel Corp., | |
| | | 19-cv-00977 (W.D. Tex. | |
| | | Dec. 2, 2019) (D.I. 89); | |
| | | Iridescent Networks, Inc. | |
| | | v. AT&T Mobility, LLC, | |
| | | 933 F.3d 1345, 1352–53 | |
| | | (Fed. Cir. 2019) ("Any | |
| | | explanation, elaboration, | |
| | | or qualification presented | |
| | | by the inventor during | |
| | | patent examination is | |
| | | relevant, for the role of | |
| | | claim construction is to | |
| | | 'capture the scope of the | |
| | | actual invention' that is | |
| | | disclosed, described, and | |
| | | patented."); id. | |
| | | (prosecution statements | |
| | | "inform the claim | |
| | | construction analysis by | |
| | | demonstrating how [the | |
| | | applicant] understood the | |
| | | scope of the disputed | |
| | ((30) (77) (31) | term"). | |
| 17 | "COMPRISING" | The instruction is | [This instruction should |
| | CLAIMS | prejudicial, redundant, | not be given.] |
| | | misleading, and likely to | |
| | [Entire instruction] | confuse the jury because | |
| | | there is no infringement or | |
| | | invalidity dispute that concerns the claim term | |
| | | | |
| | | "comprising." The instruction also does not | |
| | | provide a balanced | |
| | | explanation of how | |
| | | infringement is to be | |
| | | assessed for "comprising" | |
| | | claims. | |
| 18 | Structure: "a memory | The "equivalents thereof" | Structure: "a memory |
| | circuit, device or system, | language of the | circuit, device or system" |
| | or equivalents thereof" | instruction improperly | · · · |
| | | permits the jury to find | Structure: "a processor" |
| | Structure: "a processor, | that the structure of one or | |
| | or equivalents thereof" | more of the means-plus- | Structure: "a memory |
| | | function limitations of | controller, controller |

| No. | Disputed Portion(s) | Intel's Objection(s) | Proposed Alternative |
|-----|---------------------------|----------------------------|----------------------|
| | Structure: "a memory | claim 9 of the '983 patent | for other shared |
| | controller, controller | may be met by equivalent | resources" |
| | for other shared | structures. The Court has | |
| | resources, or equivalents | already held that Intel is | |
| | thereof' | entitled to judgment as a | |
| | | matter of law of no | |
| | | equivalents, because of | |
| | | VLSI's failure to | |
| | | introduce any evidence of | |
| | | equivalents in its case in | |
| | | chief. See 11/09 Trial Tr. | |
| | | (unedited) at 719:23-25 | |
| | | ("[Y]ou should assume | |
| | | I'm going to direct a | |
| | | verdict on the Doctrine of | |
| | | Equivalents issue"). | |
| | | "Structural equivalents | |
| | | and the doctrine of | |
| | | equivalents are 'closely | |
| | | related." Welker Bearing | |
| | | Co. v. PHD, Inc., 550 | |
| | | F.3d 1090, 1099 (Fed. Cir. | |
| | | 2008); see also Al-Site | |
| | | Corp. v. VSI Int'l, Inc., | |
| | | 174 F.3d 1308, 1321 (Fed. | |
| | | Cir. 1999) ("[T]he | |
| | | doctrine of equivalents | |
| | | and structural equivalents | |
| | | under § 112, ¶ 6, though | |
| | | different in purpose and | |
| | | administration, can at | |
| | | times render the same | |
| | | result.") Because VLSI | |
| | | presented no evidence | |
| | | concerning equivalents | |
| | | (structural or otherwise) | |
| | | in its case-in-chief, and | |
| | | because the Court has | |
| | | granted JMOL of no | |
| | | infringement by | |
| | | equivalents in Intel's | |
| | | favor, an instruction on | |
| | | equivalents would be | |
| | | improper. | |

| No. | Disputed Portion(s) | Intel's Objection(s) | Proposed Alternative |
|-----|----------------------------|-----------------------------|----------------------------|
| 20 | A party can directly | The instruction deviates | A party can directly |
| | infringe a patent without | from the model and is | infringe a patent without |
| | knowing of the patent or | repetitive. As a result, it | knowing of the patent or |
| | without knowing that | has the effect of | without knowing that |
| | what the party is doing is | improperly commenting | what the party is doing is |
| | patent infringement. | on the evidence by | patent infringement. |
| | There is no intent element | placing undue | |
| | to direct infringement. | argumentative weight on | |
| | Evidence of independent | the instruction. See, e.g., | |
| | development is not | Quercia v. United States, | |
| | relevant to an | 289 U.S. 466, 470 (1933) | |
| | infringement | (limiting commentary on | |
| | determination. Copying | the evidence in | |
| | is not a required element | instructions to jury); | |
| | of infringement. Even if | United States v. | |
| | the party independently | Buchanan, 585 F.2d 100, | |
| | creates the accused | 102 (5th Cir. 1978) | |
| | product, it can still | (comment on the evidence | |
| | infringe. | by trial judge is error if | |
| | | prejudicial). | |
| 22 | LEVEL OF ORDINARY | The level of ordinary skill | [This instruction should |
| | SKILL | in the art is a disputed | not be given.] |
| | | question of fact for the | |
| | [Entire instruction] | jury, not the proper | |
| | | subject of an instruction | |
| | | by the Court. See, e.g., | |
| | | Acorda Therapeutics, Inc. | |
| | | v. Roxane Lab'ys, Inc., | |
| | | 903 F.3d 1310, 1328 (Fed. | |
| | | Cir. 2018) ("questions of | |
| | | fact" include "level of | |
| | | ordinary skill in the art). | |
| | | The Court's commentary | |
| | | on a question of fact is | |
| | | improper. See, e.g., | |
| | | Quercia v. United States, | |
| | | 289 U.S. 466, 470 (1933) | |
| | | (limiting commentary on | |
| | | the evidence in | |
| | | instructions to jury); | |
| | | United States v. | |
| | | Buchanan, 585 F.2d 100, | |
| | | 102 (5th Cir. 1978) | |
| | | (comment on the evidence | |

| No. | Disputed Portion(s) | Intel's Objection(s) | Proposed Alternative |
|-------|-----------------------------|--|---------------------------|
| | | by trial judge is error if | |
| | ! | prejudicial). | |
| | | | |
| 26[a] | The prior art must clearly | The instruction is | [This portion of the |
| 20[4] | and unequivocally | prejudicial, redundant, | instruction should not be |
| | disclose the elements as | misleading, and likely to | given.] |
| | arranged in the claim, | confuse the jury because it | |
| | without needing to pick, | is duplicative of language | |
| | choose, or combine | referring to limitations | |
| | various embodiments | "arranged as in the claim" | |
| | from the prior art. | that is already in this | |
| | ! | instruction. In addition, | |
| | | the language suggesting | |
| | | that it is improper to "pick, choose, or combine | |
| | ! | various embodiments" is | |
| | ! | contrary to law. The | |
| | ! | "pick, choose, or | |
| | ! | combine" language is | |
| | ! | nowhere in applicable | |
| | ! | case law or model | |
| | ! | instructions, and | |
| | ! | anticipation often requires | |
| | | "pick[ing]" or | |
| | | "choos[ing]" to identify | |
| | | embodiments "arranged | |
| | ! | as" in the claim. Nor is | |
| | ! | there any heightened | |
| | ! | requirement of | |
| | | "unequivocal" disclosure. Rather, all that is required | |
| | | is that the prior art | |
| | | reference disclose "all of | |
| | ! | the limitations arranged or | |
| | ! | combined in the same way | |
| | ! | as recited in the claim." | |
| | | Net MoneyIN, Inc. v. | |
| | | VeriSign, Inc., 545 F.3d | |
| | | 1359, 1371 (Fed. Cir. | |
| | | 2008) (emphasis added). | |
| 26[b] | A prior art patent | The instruction | [This portion of the |
| | application, like the Khare | improperly introduces the | instruction should not be |
| | application, is presumed | issue of enablement of | given.] |
| | to be enabled. VLSI | Khare into the case, where | |

| No. | Disputed Portion(s) | Intel's Objection(s) | Proposed Alternative |
|-----|---|---|----------------------|
| | argues that the Khare | VLSI failed to meet its | |
| | patent application is not | burden to show that the | |
| | enabled because its | Khare was not enabled. | |
| | subject matter cannot be | Amgen Inc. v. Hoechst | |
| | produced without undue | Marion Roussel, Inc., 314 | |
| | experimentation. The | F.3d 1313, 1355 (Fed. Cir. | |
| | burden is on VLSI, not | 2003) ("A prior art patent | |
| | Intel, to show that that | application is presumed to | |
| | undue experimentation is | be enabled. We hold that | |
| | required. Factors to be | an accused infringer | |
| | considered in determining | should be similarly | |
| | whether a disclosure | entitled to have the district | |
| | would require undue | court presume the | |
| | experimentation include: | enablement of unclaimed | |
| | (1) the quantity of | (and claimed) material in | |
| | experimentation | a prior art patent | |
| | necessary; (2) the amount | defendant asserts against a | |
| | of direction or guidance | plaintiff. Thus, a court | |
| | disclosed in the printed | cannot ignore an asserted | |
| | publication or patent; (3) the presence or absence of | prior art patent in evaluating a defense of | |
| | working examples in the | invalidity for anticipation, | |
| | printed publication or | just because the accused | |
| | patent; (4) the nature of | infringer has not proven it | |
| | the invention; (5) the state | enabled.") Where, as | |
| | of the prior art; (6) the | here, VLSI failed to | |
| | relative skill of those in | introduce evidence to | |
| | the art; (7) the | overcome the presumption | |
| | predictability of the art; | of enablement, an | |
| | and (8) the breadth of the | instruction on enablement | |
| | claims. If you conclude | is improper. | |
| | that VLSI has met its | * * | |
| | burden to show undue | | |
| | experimentation, then the | | |
| | Khare patent application | | |
| | is not prior art and cannot | | |
| | be used to invalidate the | | |
| | claims of the '983 patent. | | |
| | However, if you find that | | |
| | VLSI has not met its | | |
| | burden to overcome the | | |
| | presumption, then you | | |
| | must consider the Khare | | |
| | patent application as prior | | |
| | art. | | |

| No. Disputed Portion(s) Intel's Objection(s) Proposed Alter 27* PATENT Failure to give this instruction limits the objection of the full record. The jury is invalid as being certified to consider all of the objection of the objection of the instruction of the full record. The jury is invalid as being certified to consider all of the objection objection of the objection of the objection obje | in this case |
|--|--------------|
| [original no. 31] INVALIDITY— instruction limits the jury's consideration of the full record. The jury is that the asserte the VLSI Pater invalid as being | 1 1 |
| no. 31] OBVIOUSNESS jury's consideration of the full record. The jury is invalid as being | d claims of |
| full record. The jury is invalid as being | nt are |
| | g obvious. |
| This entirety of the entitled to consider all of Even though a | • |
| instruction proposed by the evidentiary record as a invention may | |
| Intel was not adopted.] whole, and is not limited been identically | y disclosed |
| to the specific theories or described in | a single |
| advanced by the parties. prior art referen | nce before |
| Cf. Fuji Photo Film Co. v. it was made by | an |
| Jazz Photo Corp., 394 inventor, the in | vention |
| F.3d 1368, 1378 (Fed. Cir. may have been | obvious to |
| 2005) (jury not bound to a person of ord | linary skill |
| adopt theory advanced by in the field of t | echnology |
| either party); Unisplay, of the patent at | |
| S.A. v. Am. Elec. Sign Co., the invention w | |
| 69 F.3d 512, 519 (Fed. A patent claim | |
| Cir. 1995) (jury may several elemen | |
| consider "record as a proved obvious | |
| whole"). demonstrating | |
| of the elements | |
| The Court's determination known. Most, | |
| that Intel had failed to inventions rely | |
| advance an obviousness building blocks | s of prior |
| case was error. See Dkt. art. | 1 41 |
| 633, at 7:7-10:9 In determining | |
| (argument explaining that claim is invalid | |
| Intel had preserved single- of obviousness | . • |
| reference obviousness consider the sc | |
| defense) content of the p | • |
| | |
| the prior art an claimed invent | |
| the level of ord | |
| in the art. In d | • |
| the level of ord | |
| in the art, you s | - |
| consider the pe | |
| ordinary skill a | |
| is presumed to | |
| of all the pertin | |
| art. The skill of | |
| inventor is irre | |
| because invent | |
| possess someth | • |

| No. | Disputed Portion(s) | Intel's Objection(s) | Proposed Alternative |
|-----|---------------------|----------------------|--|
| | | | distinguishes them from |
| | | | workers of ordinary skill |
| | | | in the art. Do not use |
| | | | hindsight; consider only |
| | | | what was known at the |
| | | | time of the alleged |
| | | | invention. |
| | | | In considering whether a |
| | | | claimed invention is |
| | | | obvious, you should |
| | | | consider whether as of the |
| | | | priority date of the |
| | | | ÷ • |
| | | | asserted patent there was a reason that would have |
| | | | |
| | | | prompted a person of |
| | | | ordinary skill in the field |
| | | | to combine the known |
| | | | elements in a way that the |
| | | | claimed invention does |
| | | | taking into account such |
| | | | facts as: (1) whether the |
| | | | claimed invention was |
| | | | merely the predictable |
| | | | result of using prior art |
| | | | elements according to |
| | | | their known function(s); |
| | | | (2) whether the claimed |
| | | | invention provides an |
| | | | obvious solution to a |
| | | | known problem in the |
| | | | relevant field; (3) whether |
| | | | the prior art teaches or |
| | | | suggests the desirability |
| | | | of combining elements |
| | | | claimed in the invention; |
| | | | (4) whether the prior art |
| | | | teaches away from |
| | | | combining elements in the |
| | | | claimed invention; (5) |
| | | | whether it would have |
| | | | been obvious to try the |
| | | | combinations of elements, |
| | | | such as when there is a |
| | | | design incentive or |
| | | | market pressure to solve a |

| No. | Disputed Portion(s) | Intel's Objection(s) | Proposed Alternative |
|-----|---------------------|----------------------|--|
| | | · · | problem and there are a |
| | | | finite number of |
| | | | identified, predictable |
| | | | solutions. To find it |
| | | | rendered the claimed |
| | | | invention obvious, you |
| | | | must find that the prior art |
| | | | provided a reasonable |
| | | | expectation of success. |
| | | | In determining whether |
| | | | the claimed invention was |
| | | | obvious, consider each |
| | | | claim separately and |
| | | | consider only what was |
| | | | known at the time of the |
| | | | invention. In determining |
| | | | whether the claimed |
| | | | invention was obvious, do |
| | | | not use hindsight. In other |
| | | | words, you should not |
| | | | consider what a person of |
| | | | ordinary skill in the art |
| | | | would know now. |
| | | | In making these |
| | | | assessments, you must |
| | | | also take into account any |
| | | | objective evidence, |
| | | | sometimes called |
| | | | secondary considerations, |
| | | | that may have existed at |
| | | | the time of the invention |
| | | | and afterwards that shed |
| | | | light on non-obviousness. |
| | | | These include: |
| | | | (1) Whether the claimed invention was |
| | | | |
| | | | commercially successful as a result of the merits of |
| | | | the claimed invention |
| | | | (rather than the result of |
| | | | design needs or market- |
| | | | pressure advertising or |
| | | | - |
| | | | similar activities); |

| No. | Disputed Portion(s) | Intel's Objection(s) | Proposed Alternative |
|-----|---------------------|----------------------|-----------------------------|
| | | | (2) Whether the claimed |
| | | | invention satisfied a long- |
| | | | felt need; |
| | | | (3) Whether others had |
| | | | tried and failed to make |
| | | | the claimed invention; |
| | | | (4) Whether others |
| | | | invented the claimed |
| | | | invention at roughly the |
| | | | same time; |
| | | | (5) Whether others copied |
| | | | the claimed invention; |
| | | | (6) Whether the claimed |
| | | | invention achieved |
| | | | unexpected results; |
| | | | (7) Whether others in the |
| | | | field praised the claimed |
| | | | invention; |
| | | | (8) Whether persons |
| | | | having ordinary skill in |
| | | | the art of the claimed |
| | | | invention expressed |
| | | | surprise or disbelief |
| | | | regarding the claimed |
| | | | invention; |
| | | | (9) Whether others |
| | | | actively sought or |
| | | | obtained rights to the |
| | | | patent from the patent |
| | | | owner; and |
| | | | (10) Whether the named |
| | | | inventor proceeded |
| | | | contrary to accepted |
| | | | wisdom in the field. |
| | | | These objective indicia |
| | | | can show that the |
| | | | invention is not obvious. |
| | | | While these objective |
| | | | indicia must be taken into |
| | | | account, you must |
| | | | consider all of the |
| | | | evidence related to |
| | | | obviousness before you |
| | | | reach a decision, and the |

| No. | Disputed Portion(s) | Intel's Objection(s) | Proposed Alternative |
|-----|---------------------|----------------------|------------------------------|
| | | - | absence of any factor is |
| | | | neutral. |
| | | | For these objective indicia |
| | | | to be accorded substantial |
| | | | weight, VLSI must |
| | | | establish a nexus between |
| | | | the evidence and the |
| | | | merits patented invention |
| | | | as recited in the claims. |
| | | | VLSI therefore bears the |
| | | | burden of establishing a |
| | | | nexus between the |
| | | | patented invention and |
| | | | any evidence of |
| | | | commercial success, |
| | | | industry praise, or other |
| | | | secondary considerations. |
| | | | Commercial success and |
| | | | industry praise are only |
| | | | relevant to obviousness |
| | | | considerations if there is |
| | | | proof that the success or |
| | | | praise was a direct result |
| | | | unique characteristics of |
| | | | the patented invention |
| | | | recited in the claims. If |
| | | | only a component of a |
| | | | commercially successful |
| | | | machine or process, |
| | | | holder must show a nexus |
| | | | between the patented |
| | | | feature and the |
| | | | commercial success or |
| | | | industry praise. If the |
| | | | commercial success or |
| | | | industry praise is due to |
| | | | an unclaimed feature of |
| | | | the device, the |
| | | | commercial success is |
| | | | irrelevant. Similarly, if |
| | | | the feature that creates the |
| | | | commercial success was |
| | | | known in the prior art, the |
| | | | success is not relevant to |
| | | | invalidity. |

| No. | Disputed Portion(s) | Intel's Objection(s) | Proposed Alternative |
|-------|-----------------------------|---|--|
| | | | You must apply the same |
| | | | meaning to the claim |
| | | | terms for both your |
| | | | determination of |
| | | | infringement and validity. |
| | | | In other words, a claim |
| | | | cannot have one meaning |
| | | | to determine |
| | | | infringement, and another meaning to determine |
| | | | validity. |
| | | | In determining whether |
| | | | the claimed invention was |
| | | | obvious, consider each |
| | | | claim separately. |
| 27 | [A portion of this | By omitting the that court | Please also note that |
| | instruction proposed by | does not agree that the | when I say that VLSI is |
| | Intel was not adopted.] | royalty VLSI seeks is | seeking damages that it |
| | | "reasonable," the | contends to be a |
| | | instruction improperly | reasonable royalty, that |
| | | comments on the | does not mean I agree |
| | | evidence. Without Intel's | that VLSI is seeking a |
| | | proposed additional clarification, the | reasonable amount. If you reach the issue of |
| | | instruction is likely to | damages, it will be up to |
| | | confuse the jury by | you the jury to |
| | | implying that the royalty | determine what a |
| | | amount VLSI seeks is | reasonable amount |
| | | reasonable. See, e.g., | would be. |
| | | Quercia v. United States, | |
| | | 289 U.S. 466, 470 (1933) | |
| | | (limiting commentary on | |
| | | the evidence in | |
| | | instructions to jury); | |
| | | United States v. | |
| | | Buchanan, 585 F.2d 100, 102 (5th Cir. 1978) | |
| | | (comment on the evidence | |
| | | by trial judge is error if | |
| | | prejudicial). | |
| 28[a] | Unlike in a real world | The instruction is contrary | [This portion of the |
| | negotiation, all parties to | to law and improperly | instruction should not be |
| | the hypothetical | comments on the evidence | given.] |
| | negotiation are presumed | by instructing the jury that | |
| | to believe that the patent | the hypothetical | |

| No. | Disputed Portion(s) | Intel's Objection(s) | Proposed Alternative |
|-------|----------------------------|------------------------------|---------------------------|
| | is valid and infringed and | negotiation is "unlike | • |
| | that both parties were | a real-world | |
| | willing to enter into an | negotiation." It is well- | |
| | agreement | established that | |
| | | comparable real-world | |
| | ! | licensing negotiations and | |
| | 1 | evidence are highly | |
| | 1 | relevant to determining | |
| | 1 | damages. See Ericsson, | |
| | 1 | Inc. v. D-Link Sys., Inc., | |
| | 1 | 773 F.3d 1201, 1228 (Fed. | |
| | 1 | Cir. 2014) (finding real- | |
| | 1 | world licensing evidence | |
| | 1 | relevant to damages and | |
| | | holding that "[m]aking | |
| | 1 | real world, relevant | |
| | 1 | licenses inadmissible on | |
| | ! | the grounds DLink urges | |
| | ! | would often make it | |
| | ! | impossible for a patentee | |
| | ! | to resort to license-based | |
| | ! | evidence"); Uniloc USA, | |
| | ! | Inc. v. Microsoft Corp., | |
| | ! | 632 F.3d 1292, 1313 (Fed. | |
| | ! | Cir. 2011) (rejecting the | |
| | ! | 25% rule of thumb for | |
| | ! | determining damages | |
| | ! | because, among other | |
| | 1 | reasons, it did not reflect | |
| | ! | the value of the patent in a | |
| | ! | "real-world negotiation"). | |
| | ! | Intel's proposed | |
| | ! | alternative is verbatim | |
| | ! | from Federal Circuit Bar | |
| | ! | Association Model Jury | |
| | 1 | Instructions § B.5.6 | |
| | | (2020). | |
| 28[b] | The reasonable royalty | The instruction is contrary | [This portion of the |
| | award must be based on | to law by stating that | instruction should not be |
| | the incremental value that | damages must be based on | given.] |
| | the patented invention | "the incremental value" of | |
| | adds to the end product. | the alleged invention, | |
| | When the infringing | when damages may be | |
| | products have both | determined based on other | |
| | patented and unpatented | evidence, including | |

| No. | Disputed Portion(s) | Intel's Objection(s) | Proposed Alternative |
|-------|--|--|---|
| | features, measuring this value requires a determination of the value added by the patented features. An appropriate combination of royalty base and royalty rate must reflect the value attributable to the infringing features, if any, of the Intel products, and no more. | comparable agreements involving comparable technology. E.g., Lucent Techs., Inc. v. Gateway, Inc., 580 F.3d 1301, 1325 (Fed. Cir. 2009) ("We review the damages award within the Georgia-Pacific framework The Second Georgia-Pacific factor is the rates paid by the licensee for the use of other patents comparable to the patents in suit." (internal citation and quotation omitted)). The instruction also improperly comments on the evidence and ignores Intel's damages theory of the case predicated on a lump sum royalty, rather than a "combination of royalty base and royalty rate." See also Federal Circuit Bar Association Model Jury Instructions § B.5.7 (2020). | |
| 28[c] | [A portion of this instruction proposed by Intel was not adopted.] | The instruction improperly omits a correct statement of the law and failure to include this portion of this instruction is misleading and likely to confuse the jury. See Radio Steel & Mfg. Co. v. MTD Prods., Inc., 788 F.2d 1554, 1557 (Fed. Cir. 1986) ("The determination of a reasonable royalty" should be "based not on the infringer's profit, but on the royalty to which a | A patent plaintiff is not allowed to recover the profits the defendant made on the accused products. And VLSI here has not sought to recover any lost profits of its own. The profitability of Intel's products is not relevant to the question you are asked to decide here. |

| No. | Disputed Portion(s) | Intel's Objection(s) | Proposed Alternative |
|-----|---------------------|--------------------------------|----------------------|
| | • | willing licensor and a | • |
| | | willing licensee would | |
| | | have agreed at the time | |
| | | the infringement began."); | |
| | | see also Aqua Shield v. | |
| | | Inter Pool Cover Team, | |
| | | 774 F.3d 766, 770 (Fed. | |
| | | Cir. 2014) (rejecting a | |
| | | reasonable royalty | |
| | | calculation based on | |
| | | infringer's profits); Water | |
| | | Techs. Corp. v. Calco, | |
| | | Ltd., 850 F.2d 660, 673 | |
| | | (Fed. Cir. 1988) ("[T]he | |
| | | infringer's profits are not, | |
| | | as such, a measure of the | |
| | | patent owner's | |
| | | damages."); Contour IP | |
| | | Holding, LLC v. GoPro, | |
| | | <i>Inc.</i> , 2020 WL 5106845, | |
| | | at *14 (N.D. Cal. Aug. 30, | |
| | | 2020) (holding it was | |
| | | "unreasonable and | |
| | | unreliable" to "conclude | |
| | | that 100% of profits | |
| | | associated with the | |
| | | infringing technology | |
| | | would go to [the | |
| | | patentee]"); Looksmart | |
| | | Grp., Inc. v. Microsoft | |
| | | Corp., 2019 WL 4009263, | |
| | | at *2-4 (N.D. Cal. Aug. 5, | |
| | | 2019) (rejecting | |
| | | reasonable royalty | |
| | | analysis that "simply | |
| | | assume[d] that the | |
| | | patentee would recoup the | |
| | | entire value" of the | |
| | | alleged patented benefit as | |
| | | "insupportable" "as a | |
| | | matter of both | |
| | | rudimentary economics | |
| | | and common sense" and | |
| | | because it "would flunk | |
| | | the <i>VirnetX</i> test"); | |

| No. | Disputed Portion(s) | Intel's Objection(s) | Proposed Alternative |
|-----------------------|---------------------------|---|----------------------------|
| | | Matthews Annotated | |
| | | Patent Digest § 30:2— | |
| | | Disgorgement of | |
| | | Infringer's Profits Is Not | |
| | | the Measure of Damages | |
| | | (2021) (collecting cases). | |
| 29 | Any amount of damages | The instruction is contrary | Any amount of damages |
| | must be based on the | to law, because it does not | must be based on the |
| | value attributable to the | inform the jury that a | value attributable to the |
| | patented invention, as | party's size or market | patented invention, as |
| | distinct from unpatented | position is not an | distinct from unpatented |
| | features of the accused | appropriate consideration | features of the accused |
| | products or other factors | in determining the | products or other factors |
| | such as marketing or | appropriate amount of | such as marketing or |
| | advertising. | damages. Uniloc USA, | advertising, or either |
| | | Inc. v. Microsoft Corp., | party's size or market |
| | | 632 F.3d 1292, 3120 (Fed. | position. |
| | | Cir. 2011) (evidence of | |
| | | company's revenue from | |
| | | sales of accused product | |
| | | "cannot help but skew the | |
| | | damages horizon for the | |
| | | jury, regardless of the | |
| | | contribution of the | |
| | | patented component to | |
| | | this revenue"); Oil-Dri | |
| | | Corp. of Am. v. Nestle | |
| | | Purina Petcare Co., 2019 | |
| | | WL 5206273, at *2 (N.D. | |
| | | Ill. Mar. 13, 2019) | |
| | | (precluding evidence of | |
| | | defendant's "size and | |
| | | wealth" because | |
| | | portraying defendant as a "multi-billion dollar | |
| | | | |
| | | multinational company" | |
| | | would "inflame the jury"); Federal Circuit Bar | |
| | | Association Model Jury | |
| | | Instructions § B.5.12. | |
| 30[a] | REASONABLE | The instruction deviates | In determining the |
| _ ~ [-•] | ROYALTY— | from the much simpler | reasonable royalty, you |
| | RELEVANT FACTORS | and understandable | should consider all the |
| | | standard instruction, and | facts known and available |
| | [Entire instruction] | includes factors that are | to the parties at the time |

| No. | Disputed Portion(s) | Intel's Objection(s) | Proposed Alternative |
|-------|--|--|--|
| NO. | Disputed Portion(s) | not relevant and/or misleading on the factual record. See Energy Trasp. Group, Inc. v. William Demant Holding A/S/, 697 F.3d 1342, 1357 (Fed. Cir. 2012); Ericsson, Inc. v. D-Link Sys., 773 F.3d 1201, 1231 (Fed. Cir. 2014); Federal Circuit Bar Association Model Jury Instructions § B.5.8 (2020). | the alleged infringement began. Some of the kinds of factors that you may consider in making your determination are: (1) The value that the claimed invention contributes to the Accused Products. (2) The value that factors other than the claimed invention contribute to the Accused Products. (3) Comparable license agreements or other transactions, such as those covering the use of the claimed invention or similar technology. No one factor is dispositive, and you can and should consider the evidence that has been presented to you in this case on each of these factors. You may also consider any other factors which in your mind would have increased or decreased the royalty the alleged infringer would have been willing to pay and the patent owner would have been willing to accept, acting as normally prudent business |
| 30[b] | Any reasonable royalty you award must compensate for the use made of the invention by the accused infringer. | The instruction is misleading and likely to confuse the jury by stating that damages must be based on "the use made of the invention by the accused infringer," when | [This portion of the instruction should not be given.] |

| No. | Disputed Portion(s) | Intel's Objection(s) | Proposed Alternative |
|-----|---------------------|-----------------------------------|----------------------|
| | | damages may be | |
| | | determined based on other | |
| | | evidence, including | |
| | | comparable agreements | |
| | | involving comparable | |
| | | technology. E.g., Lucent | |
| | | Techs., Inc. v. Gateway, | |
| | | <i>Inc.</i> , 580 F.3d 1301, 1325 | |
| | | (Fed. Cir. 2009) ("We | |
| | | review the damages award | |
| | | within the <i>Georgia</i> - | |
| | | Pacific framework."); see | |
| | | also Radio Steel & Mfg. | |
| | | Co. v. MTD Prods., Inc., | |
| | | 788 F.2d 1554, 1557 (Fed. | |
| | | Cir. 1986) ("The | |
| | | determination of a | |
| | | reasonable royalty" | |
| | | should be "based not on | |
| | | the infringer's profit, but | |
| | | on the royalty to which a | |
| | | willing licensor and a | |
| | | willing licensee would | |
| | | have agreed at the time | |
| | | the infringement began."); | |
| | | see also Aqua Shield v. | |
| | | Inter Pool Cover Team, | |
| | | 774 F.3d 766, 770 (Fed. | |
| | | Cir. 2014) (rejecting a | |
| | | reasonable royalty | |
| | | calculation based on | |
| | | infringer's profits); Water | |
| | | Techs. Corp. v. Calco, | |
| | | Ltd., 850 F.2d 660, 673 | |
| | | (Fed. Cir. 1988) ("[T]he | |
| | | infringer's profits are not, | |
| | | as such, a measure of the | |
| | | patent owner's | |
| | | damages."); Contour IP | |
| | | Holding, LLC v. GoPro, | |
| | | Inc., 2020 WL 5106845, | |
| | | at *14 (N.D. Cal. Aug. 30, | |
| | | 2020) (holding it was | |
| | | "unreasonable and | |
| | | unreliable" to "conclude | |

| No. | Disputed Portion(s) | Intel's Objection(s) | Proposed Alternative |
|-----|-----------------------------|-----------------------------|------------------------------|
| | • | that 100% of profits | |
| | | associated with the | |
| | | infringing technology | |
| | | would go to [the | |
| | | patentee]"); Looksmart | |
| | | Grp., Inc. v. Microsoft | |
| | | Corp., 2019 WL 4009263, | |
| | | at *2-4 (N.D. Cal. Aug. 5, | |
| | | 2019) (rejecting | |
| | | reasonable royalty | |
| | | analysis that "simply | |
| | | assume[d] that the | |
| | | patentee would recoup the | |
| | | entire value" of the | |
| | | alleged patented benefit as | |
| | | "insupportable" "as a | |
| | | matter of both | |
| | | rudimentary economics | |
| | | and common sense" and | |
| | | because it "would flunk | |
| | | the <i>VirnetX</i> test"); | |
| | | Matthews Annotated | |
| | | Patent Digest § 30:2— | |
| | | Disgorgement of | |
| | | Infringer's Profits Is Not | |
| | | the Measure of Damages | |
| | | (2021) (collecting cases). | |
| 31 | The existence of any | The instruction misstates | While the parties to the |
| | comparable damage | the law governing | hypothetical negotiation |
| | agreement or other | comparable agreements | assume a patent is valid |
| | transactions may inform | and litigation settlements, | and infringed, an |
| | your decision as to the | and deviates from the | agreement may be |
| | proper amount and form | more complete standard | comparable even if there |
| | of the reasonable royalty | instruction addressing | has been no determination |
| | award. | comparable agreements | or assumption by the |
| | Whether a particular | and litigation agreements. | parties to the agreement |
| | patent agreement or other | See, e.g., ResQNet.com, | that the patent is valid and |
| | transaction is comparable | Inc. v. Lansa, Inc., 594 | infringed or used. The |
| | to the hypothetical license | F.3d 860 (Fed. Cir. 2010) | question is whether the |
| | depends on many factors, | (licenses must be related | agreement is sufficiently |
| | such as whether they | to patent at issue to be | comparable that it |
| | involve comparable | relevant to reasonable | provides a reasonable |
| | technologies, comparable | royalty); Lucent Techs., | indication of how the |
| | economic circumstances, | Inc. v. Gateway, Inc., 580 | parties to the hypothetical |
| | comparable structures and | F.3d 1301 (Fed. Cir. | negotiation would have |

| No. | Disputed Portion(s) | Intel's Objection(s) | Proposed Alternative |
|-----|--|--|--|
| | comparable scope. An | 2009); Prism Techs. LLC | negotiated a license to the |
| | agreement may be | v. Sprint Spectrum L.P., | asserted patent. To the |
| | comparable even if the | 849 F.3d 1360 (Fed. Cir. | extent that an agreement |
| | patented technology and | 2017); see also Federal | is not comparable to the |
| | economic circumstances | Circuit Bar Association | hypothetical license to the |
| | of the agreement are not | Model Jury | Asserted Patent, it should |
| | identical to the | Instructions § B.5.9 | not be used to determine |
| | hypothetical negotiation. | (2020); <i>Elbit Sys. Land &</i> | the amount or form of any |
| | The question is whether | C4I Ltd. v. Hughes | reasonable royalty award. |
| | the agreement is | Network Sys., LLC, 927 | The hypothetical license |
| | sufficiently comparable. | F.3d 1292, 1299 (Fed. Cir. | is deemed to be a |
| | However, if you choose to | 2019) ("[P]rior licenses or | voluntary agreement. |
| | rely upon evidence from | settlements need to be | When determining if a |
| | any license agreements, | 'sufficiently comparable' | license agreement is |
| | you must account for any | for evidentiary purposes | comparable to the |
| | differences between those | and any differences in | hypothetical license, you |
| | licenses and the | circumstances must be | may consider whether the |
| | hypothetically negotiated | soundly accounted for."); | license agreement is |
| | license between the patent owner and the accused | LaserDynamics, Inc. v. | between parties who were |
| | | Quanta Comp., Inc., 694 | involved in a lawsuit and |
| | infringed, including in | F.3d 51, 80 (Fed. Cir. 2012) (district court | whether any payment terms set forth in the |
| | terms of the technologies and economic | "erroneously permitted | license agreement were |
| | circumstances of the | continued reliance on | influenced by a desire to |
| | contracting parties when | [patent license] where | avoid the costs and |
| | you make your reasonable | comparability between it | burden of further |
| | royalty determination. | and a hypothetical license | litigation, and thus do not |
| | While the parties to the | to the [Asserted] Patent | reflect the value that the |
| | hypothetical negotiation | was absent"); Flexuspine, | parties attributed to the |
| | assume a patent is valid | Inc. v. Globus Med., Inc., | patented invention. |
| | and infringed, an | 2016 WL 9282314, at *3 | 1 |
| | agreement may be | (E.D. Tex. Aug. 5, 2016); | |
| | comparable even if there | Retractable Techs. v. | |
| | has been no determination | Becton, Dickinson & Co., | |
| | or assumption by the | 2009 WL 8725107, at *2- | |
| | parties to the agreement | 3 (E.D. Tex. Oct. 8, | |
| | that the patent is valid and | 2009); Intel's Motion in | |
| | infringed. However, this | Limine No. 22 to Preclude | |
| | is one of the differences | Evidence Regarding Non- | |
| | you may consider in | Comparable Agreements. | |
| | whether a license | | |
| | agreement is comparable | | |
| | to the hypothetically | | |
| | negotiated license. | | |

| No. | Disputed Portion(s) | Intel's Objection(s) | Proposed Alternative |
|-----|---|---|--|
| | The hypothetical license is deemed to be a voluntary agreement. When determining if a license agreement is comparable to the hypothetical license, you may consider whether the license agreement is or was between parties who were involved in a lawsuit. | | |
| 32 | Running royalty awards may also be calculated as a lump sum over a certain period of time as VLSI has done here. | This instruction improperly comments on the evidence by stating (incorrectly) that VLSI has calculated a lump sum royalty. The instruction also improperly deviates from the model instructions without justification by suggesting that a per-unit royalty is the same as a lump sum. See ResQNet.com, Inc. v. Lansa, Inc., 594 F.3d 860 (Fed. Cir. 2010); Lucent Techs., Inc. v. Gateway, Inc., 580 F.3d 1301 (Fed. Cir. 2009); Quercia v. United States, 289 U.S. 466, 470 (1933) (limiting commentary on the evidence in instructions to jury); United States v. Buchanan, 585 F.2d 100, 102 (5th Cir. 1978) (comment on the evidence by trial judge is error if prejudicial); see also Federal Circuit Bar Association Model Jury Instructions § B.5.7 (2020). | [This portion of the instruction should not be given.] |

In addition, Intel respectfully objects to the extent that the instructions as read aloud to the jury deviate from the written instructions. Finally, Intel reasserts its written objections to the jury verdict form (Dkt. No. 651-09), to the extent that the final jury verdict form deviates from Intel's proposed jury verdict form (Dkt. No. 651-10).

Dated: November 15, 2022

OF COUNSEL:

William F. Lee (*Pro Hac Vice*)
Louis W. Tompros (*Pro Hac Vice*)
Kate Saxton (*Pro Hac Vice*)
WILMER CUTLER PICKERING HALE
& DORR LLP
60 State Street
Boston, Massachusetts 02109

Tel: (617) 526-6000

Email: william.lee@wilmerhale.com Email: louis.tompros@wilmerhale.com Email: kate.saxton@wilmerhale.com

Gregory H. Lantier (*Pro Hac Vice*)
Amanda L. Major (*Pro Hac Vice*)
WILMER CUTLER PICKERING HALE
& DORR LLP
1875 Pennsylvania Avenue
Washington DC 20006
Tel: (202) 663-6000

Email: gregory.lantier@wilmerhale.com Email: amanda.major@wilmerhale.com

Harry Lee Gillam, Jr. Gilam & Smith,LLP 303 South Washington Avenue Marshall, TX 75670 Tel: (903) 934-8450

Email: gil@gillamsmithlaw.com

Respectfully submitted,

/s/ J. Stephen Ravel

J. Stephen Ravel
Texas State Bar No. 16584975
Kelly Ransom
Texas State Bar No. 24109427
KELLY HART & HALLMAN LLP
303 Colorado, Suite 2000
Austin, Texas 78701
Tel: (512) 495-6429

Email: steve.ravel@kellyhart.com Email: kelly.ransom@kellyhart.com

James E. Wren Texas State Bar No. 22018200 1 Bear Place, Unit 97288 Waco, Texas 76798 Tel: (254) 710-7670

Email: james.wren@baylor.edu

Attorneys for Intel Corporation

CERTIFICATE OF SERVICE

The undersigned hereby certifies that all counsel of record are being served with a copy of the foregoing document via the Court's CM/ECF system per Local Civil Rule CV-5(a)(3) on November 15, 2022.

/s/ J. Stephen Ravel
J. Stephen Ravel